COMMONWEALTH OF KENTUCKY BEFORE THE PUBLIC SERVICE COMMISSION

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In the Matter of:

BEREA COLLEGE ELECTRIC UTILITY)
DEPARTMENT EMERGENCY PROCEDURES) ADM. CASE NO. 284

ORDER

The Commission, in accordance with the provisions of KRS 278.040 and upon its own motion, finds that it is prudent and desirable for electric distribution utilities to have emergency procedures available for implementation prior to the onset of an energy shortage.

IT IS THEREFORE ORDERED that within 20 days from the date of this Order Berea College Electric Utility Department shall submit its plan of emergency procedures to be followed during any shortage of energy for the generation of electric power. In the preparation of the emergency procedures submitted Berea shall consider the appropriateness of the use of the procedures and substance contained in Appendix A to this Order.

Done at Frankfort, Kentucky, this 24th day of September, 1984. PUBLIC SERVICE COMMISSION

Chairman

Vice Chairman

Commissioner

ATTEST:

APPENDIX "A"

TO AN ORDER OF THE PUBLIC SERVICE COMMISSION

IN ADM. CASE NO. 284 DATED: 9/24/84

ENERGY EMERGENCY CONTROL PROGRAM

Purpose -- To provide a plan for reducing the consumption of electric energy supplied by the Electric Distribution Utility Company (Company) in the event of a severe fuel shortage, such as might result from a general strike in the coal mining or transportation industry.

For the purpose of this program, the following priority levels have been established:

- I. Essential Health and Safety Uses -- as defined in Appendix B
- II. Residential Use
- III. Commercial and Industrial Uses
 - IV. Nonessential Uses -- as defined in Appendix C

It is the intent of this Program that the Company's wholesale customers will be treated in a manner consistent with the curtail-ment procedures applicable to the Company's retail customers. Implementation in the case of wholesale customers will be in accordance with the curtailment provision contained in the service agreement between the parties or the applicable tariff.

- Procedures -- In the event of a potential severe fuel shortage, such as one resulting from a general coal strike the following steps will be implemented. These steps will be carried out to the extent not prohibited by contractual commitments or by order of the regulatory authorities having jurisdiction. The "days' operation" referred to below will be furnished by the generation and transmission utility ("The Supplier") which supplies the wholesale power to the company.
 - A. To be initiated when the supplier advises that fuel supplies are decreased to 50 days' operation of coal-fired generation and a continued downward trend in coal stocks is anticipated:
 - Curtail the use of energy in all company offices, plants, etc.

- B. To be initiated when the supplier advises that fuel supplies are decreased to 40 days' operation of coal-fired generation and a continued downward trend in coal stocks is anticipated:
 - Discontinue all short-term sales to neighboring utilities.
 - 2) Limit emergency deliveries to neighboring utilities to situations where regular customers of such utilities would otherwise be dropped or where the receiving utility agrees to return like quantities of energy within 14 days.
 - 3) Curtail electric energy consumption by customers on interruptible contracts to a maximum number of hours of use per week as negotiated within the context of the contract provisions.
 - 4) Purchase energy from neighboring systems to the extent practicable.
 - 5) Purchase energy from industrial customers with generation facilities to the extent practicable.
 - 6) Through use of the news media and direct customer contact, appeal to all customers, both retail and wholesale, to voluntarily reduce their use of electric energy as much as possible, and in any case endeavor to reduce the nonessential usage of electricity (Priority Level IV) by at lease 25%.
 - 7) Utilize voltage reduction as a means of reducing KWH consumption if this is deemed a feasible and viable measure in the Company's service area.
 - 8) The Company shall advise customers of the nature of the mandatory program to be introduced in Section "C" below through direct contact and mass media, and establish an effective means of answering specific customer inquiries concerning the impact of the mandatory program on his electricity availability.
 - C. To be initiated -- in the order indicated below -- when the supplier advises that fuel supplies are decreased to 30 days' operation of

coal-fired plants and continued downward trend in coal stocks is anticipated:

- Discontinue emergency deliveries to neighboring utilities unless the receiving utility agrees to return like quantities of energy within 7 days.
- 2) Implement mandatory curtailment of electric service to all customers as indicated below:
 - (a) Priority Level IV 100%
 - (b) Priority Level III 25% (based on the "monthly base period use" as defined in Appendix D)
 - (c) Priority Level II 15%
- 3) The Company shall advise all customers of the mandatory program specified in Section "D" below.
- D. To be initiated when the supplier advises that fuel supplies are decreased to 20 days' operation of coal-fired generation and continued downward trend to coal stocks is anticipated:
 - 1) Implement mandatory curtailment of electric service to all priority levels (including Priority Level I) at a minimum service level which is not greater than that required for protection of human life and safety, protection of physical plant facilities, and employees' security.
 - The Company shall advise all customers of the mandatory program specified in Section "E" below.
- E. To be initiated as a measure of last resort when the supplier advises that fuel supplies are decreased to 15 days' operation of coal-fired generation and continued downward trend in coal stocks is anticipated:
 - 1) Implement procedures for interruption of selected distribution circuits on a rotational basis, while minimizing -- to the extent practicable -- interruption to Priority Level I.

With regard to mandatory curtailments identified in section "C", "D", and "E" above, the Company proposes to monitor compliance after the fact, to the extent feasible, as approved by the Commission. A customer exceeding his electric energy allotment would be warned to curtail his usage or face, upon continuing noncompliance and upon one day's written notice, disconnection of electric service for the duration of the energy emergency.

Program shall be terminated upon notice to the Commission, when the supplier advises that (a) the fuel stockpile has been increased to at least 20 days supply of normal generating capacity, (b) coal deliveries have been resumed, and (c) there is reasonable assurance that the coal stocks are being restored to adequate levels.

APPENDIX "B"

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ESSENTIAL HEALTH AND SAFETY USES

Essential health and safety uses given special consideration in these procedures shall, insofar as the situation permits, include the following types of use and such other uses which the Commission may subsequently identify:

- (a) "Hospitals", which shall be limited to institutions providing medical care to patients.
- (b) "Life Support Equipment", which shall be limited to kidney machines, respirators, and similar equipment used to sustain the life of a person.
- (c) "Police Stations and Government Detention Institutions", which shall be limited to essential uses required for police activities and the operation of facilities used for the detention of persons. These uses shall include essential street, highway and signal-lighting services.
- (d) "Fire Stations", which shall be limited to facilities housing mobile fire-fighting apparatus.
- (e) "Communications Services", which shall be limited to essential uses required for telephone, telegraph, television, radio and newspaper operations.
- (f) "Water and Sewage Services", which shall be limited to essential uses required for the supply of water to a community, flood pumping and sewage disposal.
- (g) "Transportation and Defense-related Services", which shall be limited to essential uses required for the operation, guidance control and navigation of air, rail and mass transit systems, including those uses essential to the national defense and operation of state and local emergency services.
- (h) "Other Energy Source Services", which shall be limited to essential uses required for the production, transportation, transmission and distribution -- for fuel -- of natural or manufactured gas, coal, oil or gasoline.

(i) "Perishable Food or Medicine", which shall be limited to refrigeration for the storage and preservation of perishable food or medicine, when that use is substantially all of the customer's load.

Although these types of uses will be given special consideration when implementing the manual load-shedding provisions of this procedure, these customers are encouraged to install emergency generation equipment if continuity of service is essential. In case of customers supplied from two utility sources, only one source will be given special consideration. Also, any other customers who, in their opinion, have critical equipment should install emergency generation equipment.

APPENDIX "C"

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NONESSENTIAL USES

The following and similar types of uses of electric energy and others which the Commission may subsequently identify shall be considered nonessential for <u>all</u> customers:

- (a) Outdoor flood and advertising lighting, except for the minimum level to protect life and property, and a single illuminated sign identifying commercial facilities when operating after dark.
- (b) General interior lighting levels greater than minimum functional levels.
- (c) Show-window and display lighting.
- (d) Parking-lot lighting above minimum functional levels.
- (e) Energy use greater than that necessary to maintain a temperature of not less than 78 degrees during operation of cooling equipment and not more than 65 degrees during operation of heating equipment.
- (f) Elevator and escalator use in excess of the minimum necessary for non-peak hours of use.
- (g) Energy use greater than that which is the minimum required for lighting, heating or cooling of commercial or industrial facilities for maintenance cleaning or business-related activities during non-business hours.